# AMENDED IN SENATE JUNE 25, 1998 AMENDED IN ASSEMBLY MAY 22, 1998 AMENDED IN ASSEMBLY APRIL 27, 1998

CALIFORNIA LEGISLATURE—1997-98 REGULAR SESSION

## **ASSEMBLY BILL**

No. 2746

### **Introduced by Assembly Member Aroner**

February 23, 1998

An act to amend Section 14684 of, and to add Section 14687 to, 1262 of the Health and Safety Code, and to amend Sections 5768.5 and 14684 of the Welfare and Institutions Code, relating to mental health.

#### LEGISLATIVE COUNSEL'S DIGEST

AB 2746, as amended, Aroner. Medi-Cal mental Mental health services.

Existing law requires designated health facilities, mental health rehabilitation centers, and programs to provide a written aftercare plan prior to the discharge of a mental health patient from their facilities.

This bill would define mental health patient for purposes of these provisions.

Existing law provides for the Medi-Cal program, which is administered by the State Department of Health Services, pursuant to which medical benefits, including mental health benefits, are provided to public assistance recipients and certain other low-income persons. Existing law provides for

AB 2746 — 2 —

the provision of Medi-Cal services through managed care contracts.

This bill would require the State Department of Mental Health to establish a Medi-Cal mental health managed care ombudsman program.

Existing law requires each mental health plan to include a mechanism for monitoring the effectiveness of, and evaluating the accessibility and quality of, services available, and requires the plan to utilize, and be based upon, state-adopted performance outcome measures that and include a beneficiary satisfaction component and a grievance system for beneficiaries and providers.

This bill would instead require each mental health plan to include a mechanism for monitoring the effectiveness of, and evaluating the accessibility of, services available, and would require state-adopted outcome measures the mental health plan also to include review of individual service plan procedures and practices.

Vote: majority. Appropriation: no. Fiscal committee: yes no. State-mandated local program: no.

The people of the State of California do enact as follows:

#### SECTION 1. Section 14684 of the Welfare and

- 2 SECTION 1. Section 1262 of the Health and Safety 3 Code is amended to read:
- 4 1262. (a) When a mental health patient is being 5 discharged from one of the facilities specified in
- 6 subdivision (c), the patient and the patient's conservator,
- 7 guardian, or other legally authorized representative shall
- 8 be given a written aftercare plan prior to the patient's
- 9 discharge from the facility. The written aftercare plan
- 10 shall include, to the extent known, all of the following
- 11 components:

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- (1) The nature of the illness and followup required.
- 13 (2) Medications including side effects and dosage
- 14 schedules. If the patient was given an informed consent
- 15 form with his or her medications, the form shall satisfy the 16 requirement for information on side effects of the
- 17 medications.

**—3**— **AB 2746** 

(3) Expected course of recovery.

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- 2 (4) Recommendations regarding treatment that are 3 relevant to the patient's care.
- (5) Referrals to providers of medical and mental 5 health services.
  - (6) Other relevant information.
- (b) The patient shall be advised by facility personnel that he or she may designate another person to receive a copy of the aftercare plan. A copy of the aftercare plan shall be given to any person designated by the patient. 10
- 11 (c) Subdivision (a) applies to all of the following 12 facilities:
  - (1) A state mental hospital.
- (2) A general acute care hospital as described in 15 subdivision (a) of Section 1250.
  - (3) An acute psychiatric hospital described in as subdivision (b) of Section 1250.
- 18 (4) A psychiatric health facility as described in Section 19 1250.2.
- 20 (5) A mental health rehabilitation center as described 21 in Section 5675 of the Welfare and Institutions Code.
- (6) A skilled nursing facility with a special treatment program, as described in Section 51335 and Sections 72443 to 72475, inclusive, of Title 22 of the California Code of 25 Regulations.
- (d) For purposes of this section, "mental health 27 patient" means a person who is admitted to the facility primarily for the diagnosis or treatment of a mental
- 30 SEC. 2. Section 5768.5 of the Welfare and Institutions 31 Code is amended to read:
- 5768.5. (a) When a mental health patient is being 32 33 discharged from any facility authorized under Section 5675 or 5768, the patient and the patient's conservator, 34 35 guardian, or other legally authorized representative shall 36 be given a written aftercare plan prior to the patient's discharge from the facility. The written aftercare plan 37
- 38 shall include, to the extent known, the following
- 39 components:
  - (1) The nature of the illness and followup required.

AB 2746

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(2) Medications including side effects dosage schedules. If the patient was given an informed consent form with his or her medications, the form shall satisfy the requirement for information on side effects of the 5 medications.

- (3) Expected course of recovery.
- (4) Recommendations regarding treatment that relevant to the patient's care.
- 9 (5) Referrals to providers of medical and mental 10 health services.
  - (6) Other relevant information.
- (b) The patient shall be advised by facility personnel 13 that he or she may designate another person to receive a 14 copy of the aftercare plan. A copy of the aftercare plan shall be given to any person designated by the patient.
- (c) For purposes of this section, "mental health 17 patient" means a person who is admitted to the facility 18 primarily for the diagnosis or treatment of a mental disorder.
- 20 SEC. 3. Section 14684 of the Welfare and Institutions 21 Code is amended to read:
- 14684. Notwithstanding any other provision of state 23 law, and to the extent permitted by federal law, mental 24 health plans, whether administered by public or private 25 entities, shall be governed by the following guidelines:
- (a) State and federal Medi-Cal funds identified for the 27 diagnosis and treatment of mental disorders shall be used 28 solely for those purposes. Administrative costs shall be clearly identified and shall be limited to reasonable 30 amounts in relation to the scope of services and the total funds available. Administrative requirements impose costs exceeding funds available for that purpose.
- (b) The development of the mental health plan shall 34 include a public planning process that includes a Medi-Cal significant role for beneficiaries. family 36 members, mental health advocates, providers, and public and private contract agencies.
- (c) The mental health plan shall include appropriate 38 39 standards relating to quality, access, and coordination of services within a managed system of care, and costs

**—5— AB 2746** 

established under the plan, shall provide and opportunities for existing Medi-Cal providers to continue to provide services under the mental health plan, as long as the providers meet those standards.

(d) Continuity of care for current recipients services shall be ensured in the transition to managed mental health care.

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- (e) Medi-Cal covered mental health services shall be provided in the beneficiary's home community, or as 10 close as possible to the beneficiary's home community. 11 Pursuant to the objectives of the rehabilitation option 12 described in subdivision (a) of Section 14021.4, mental 13 health services may be provided in a facility, a home, or 14 other community-based site.
- (f) Medi-Cal beneficiaries whose mental or emotional 16 condition results has resulted or in functional impairment, as defined by the department, shall be 18 eligible for covered mental health services. Emphasis 19 shall be placed on adults with serious and persistent 20 mental illness and children with serious emotional disturbances, as defined by the department.
- (g) Each mental health plan shall include 23 mechanism for monitoring the effectiveness of, and evaluating accessibility and quality of, services available. The plan shall utilize and be based upon state-adopted performance outcome measures and shall include review of individual service plan procedures and practices, a beneficiary satisfaction component, and a grievance system for beneficiaries and providers.
- health 30 mental (h) Each plan shall provide 31 culturally competent and age-appropriate services, to the 32 extent feasible. The mental health plan shall assess the cultural competency needs of the program. The mental 34 health plan shall include, as part of the quality assurance 35 program required by Section 4070, a process significant needs 36 accommodate the with reasonable The department shall provide demographic 37 timeliness. technical assistance. Performance 38 data and measures shall include a reliable method of measuring

AB 2746 — 6—

1 and reporting the extent to which services are culturally 2 competent and age-appropriate.

3 Institutions Code is amended to read:

14684. Notwithstanding any other provision of state law, and to the extent permitted by federal law, mental health plans, whether administered by public or private entities, shall be governed by the following guidelines:

- (a) State and federal Medi-Cal funds identified for the diagnosis and treatment of mental disorders shall be used solely for those purposes. Administrative costs shall be clearly identified and shall be limited to reasonable amounts in relation to the scope of services and the total funds—available. Administrative—requirements—shall—not impose costs exceeding funds available for that purpose.
- (b) The development of the mental health plan shall include a public planning process that includes a significant role for Medi-Cal beneficiaries, family members, mental health advocates, providers, and public and private contract agencies.
- (c) The mental health plan shall include appropriate standards relating to quality, access, and coordination of services within a managed system of care, and costs established under the plan, and shall provide opportunities for existing Medi-Cal providers to continue to provide services under the mental health plan, as long as the providers meet those standards.
- (d) Continuity of care for current recipients of services shall be ensured in the transition to managed mental health care.
- (e) Medi-Cal covered mental health services shall be provided in the beneficiary's home community, or as close as possible to the beneficiary's home community. Pursuant to the objectives of the rehabilitation option described in subdivision (a) of Section 14021.4, mental health services may be provided in a facility, a home, or other community-based site.
- (f) Medi-Cal beneficiaries whose mental or emotional condition results or has resulted in functional impairment, as defined by the department, shall be eligible for covered mental health services. Emphasis

—7— AB 2746

shall be placed on adults with serious and persistent mental illness and children with serious emotional disturbances, as defined by the department.

- (g) Each mental health plan shall include a mechanism for monitoring the effectiveness of, and evaluating the accessibility of, services available. The plan shall utilize, and be based upon, state-adopted performance outcome measures and shall include review of individual service plan procedures and practices, a beneficiary satisfaction component, and a grievance system for beneficiaries and providers.
- (h) Each mental health plan shall provide for culturally competent and age appropriate services, to the extent feasible. The mental health plan shall assess the cultural competency needs of the program. The mental health plan shall include, as part of the quality assurance program required by Section 4070, a process to accommodate the significant needs with reasonable timeliness. The department shall provide demographic data and technical assistance. Performance outcome measures shall include a reliable method of measuring and reporting the extent to which services are culturally competent and age-appropriate.
- SEC. 2. Section 14687 is added to the Welfare and Institutions Code, to read:
- 14687. In order ensure a statewide system of outreach, education, and assistance to people who may be eligible to receive Medi-Cal covered mental health services consistent with federal and state law, the State Department of Mental Health shall establish a Medi-Cal mental health managed care ombudsman program.